

No. 7693

**UNITED STATES OF AMERICA
and
YUGOSLAVIA**

**Exchange of notes constituting an agreement relating to
trade in cotton textiles (with annex and related letters).
Washington, 5 October 1964**

Official text: English.

Registered by the United States of America on 15 April 1965.

**ÉTATS-UNIS D'AMÉRIQUE
et
YUGOSLAVIE**

**Échange de notes constituant un accord relatif au com-
merce des textiles de coton (avec annexe et lettres
connexes). Washington, 5 octobre 1964**

Texte officiel anglais.

Enregistré par les États-Unis d'Amérique le 15 avril 1965.

No. 7693. EXCHANGE OF NOTES CONSTITUTING AN AGREEMENT¹ BETWEEN THE UNITED STATES OF AMERICA AND YUGOSLAVIA RELATING TO TRADE IN COTTON TEXTILES. WASHINGTON, 5 OCTOBER 1964

I

The Secretary of State to the Chief of the Yugoslav Delegation for Textile Negotiations

DEPARTMENT OF STATE
WASHINGTON

October 5, 1964

Sir :

I refer to the discussions in Belgrade and Washington between representatives of the Government of the United States of America and the Government of the Socialist Federal Republic of Yugoslavia concerning exports of cotton textiles from Yugoslavia to the United States.

As a result of these discussions, I propose the following agreement relating to trade in cotton textiles between Yugoslavia and the United States.

1. The Government of the Socialist Federal Republic of Yugoslavia shall limit its exports to the United States in all categories of cotton textiles for the twelve-month period beginning January 1, 1965 to an aggregate limit of 15.1 million square yards equivalent.

2. Within this aggregate limit, the following specific ceilings shall apply :

<i>Category</i>	<i>Million Square Yards</i>
1-2	.6 (equivalent)
9	5.0
15-16	1.5
18-19	2.1
22	1.0
Duck (part of 26)	1.65
31	1.0 (equivalent)

3. Within the aggregate limit, exports of apparel (Categories 39-63) shall not exceed 1.5 million square yards equivalent. Within this group limit on apparel exports, the

¹ Came into force on 1 January 1965, in accordance with the provisions of the said notes.

following specific ceilings shall apply :

<i>Category</i>	<i>Level</i>
48	4,500 Dozen
49	10,000 Dozen

4. The square yard equivalent of any shortfalls occurring in the categories subject to specific ceilings may be used for exports in categories not given specific ceilings, provided, however, that total exports of apparel, Categories 39-63, shall not exceed the group limit specified in paragraph 3.

5. Within the aggregate limit, any specific ceiling, now provided for under paragraphs 2 and 3 or negotiated at some future date, pursuant to the provisions of paragraph 6, may be exceeded by not more than 5 percent; provided, however, that total exports of apparel, Categories 39-63, shall not exceed the group limit specified in paragraph 3.

6. The Government of the Socialist Federal Republic of Yugoslavia shall enter into consultations with the United States Government in the event exports, in any calendar year, in any category not given a specific ceiling, are planned to be in excess of the following levels :

- (a) Categories 3 through 8, 10 through 14, 17, 20, 21,
23 through 25, 26 (other than duck), 27 through 30,
32 through 44, 47, 52 through 64 350,000 square yards equivalent;
- (b) Categories 45, 46, 50 and 51 300,000 square yards equivalent.

The United States Government shall agree to enter into such consultations and, during the course thereof, shall provide the Government of the Socialist Federal Republic of Yugoslavia with information on the condition of the United States market in the categories in question. Until agreement is reached the Government of the Socialist Federal Republic of Yugoslavia shall limit its exports in the categories in question at an annual level not in excess of 350,000 square yards equivalent for any of the categories enumerated in (a) above and not in excess of 300,000 square yards equivalent for any of the categories enumerated in (b) above.

7. The levels established in paragraphs 1, 2, 3, and 6 of this agreement shall be increased by five percent for the calendar year 1966. For the calendar year 1967, each of these levels shall be increased by a further five percent over the levels for the calendar year 1966.

8. With the exception of seasonal items, the Government of the Socialist Federal Republic of Yugoslavia shall use its best efforts to space evenly its annual exports under this agreement.

9. In the implementation of this agreement, the system of categories and the rates of conversion into square yard equivalents listed in the Annex¹ hereto shall apply.

¹ See p. 70 of this volume.

10. Each Government agrees to supply promptly all available statistical data relating to trade in cotton textiles requested by the other Government. In particular, the Government of the Socialist Federal Republic of Yugoslavia shall supply the most current export data to the Government of the United States, and the Government of the United States shall supply the most current import data to the Government of the Socialist Federal Republic of Yugoslavia.

11. The United States Government agrees not to invoke, beginning January 1, 1965, the procedures of Articles 6 (c) and 3 of the Long-Term Arrangement Regarding International Trade in Cotton Textiles done at Geneva on February 9, 1962¹ to limit importation of cotton textiles from the Socialist Federal Republic of Yugoslavia, and agrees to discontinue all export restraints imposed pursuant to the provisions of these Articles as of that date.

12. The Governments agree to consult on any question arising in the implementation of this agreement. In particular, in the event that, because of a return to normalcy of market conditions in the United States, the Government of the United States relaxes measures it has taken under the Long-Term Arrangement with respect to categories given ceilings herein, consultation may be requested by the Government of the Socialist Federal Republic of Yugoslavia to negotiate removal or modification of those ceilings.

13. This agreement shall continue in force through December 31, 1967; provided that either Government may propose revisions in the terms of the agreement no later than 90 days prior to the beginning of a calendar year; and provided, further, that either Government may terminate this agreement effective at the beginning of a new calendar year by written notice to the other Government given at least 90 days prior to the beginning of such twelve-month period.

If these proposals are acceptable to the Government of the Socialist Federal Republic of Yugoslavia, this note and your note of acceptance on behalf of the Government of the Socialist Federal Republic of Yugoslavia shall constitute an agreement between our Governments, effective January 1, 1965.

Accept, Sir, the assurances of my high consideration.

For the Secretary of State :

G. Griffith JOHNSON

Attachment :

Annex : Cotton Textile Categories and Conversion Factors

Mr. Mihailo Stevovic
Chief of the Yugoslav Delegation
for Textile Negotiations
Embassy of the Socialist Federal Republic
of Yugoslavia

¹ United Nations, *Treaty Series*, Vol. 471, p. 296. As registered by the Executive Secretary of the Contracting Parties to the General Agreement on Tariffs and Trade, the Arrangement is identified in the United Nations *Treaty Series* by the date of its entry into force, i.e., 1 October 1962.

ANNEX

COTTON TEXTILE CATEGORIES AND CONVERSION FACTORS

<i>Category</i>	<i>Description</i>	<i>Unit</i>	<i>Conversion Factor</i>
1	Yarn, carded, singles	Lb.	4.6
2	Yarn, carded, plied	Lb.	4.6
3	Yarn, combed, singles	Lb.	4.6
4	Yarn, combed, plied	Lb.	4.6
5	Gingham, carded	Syd.	1.0
6	Gingham, combed	Syd.	1.0
7	Velveteen	Syd.	1.0
8	Corduroy	Syd.	1.0
9	Sheeting, carded	Syd.	1.0
10	Sheeting, combed	Syd.	1.0
11	Lawn, carded	Syd.	1.0
12	Lawn, combed	Syd.	1.0
13	Voile, carded	Syd.	1.0
14	Voile, combed	Syd.	1.0
15	Poplin and broadcloth, carded	Syd.	1.0
16	Poplin and broadcloth, combed	Syd.	1.0
17	Typewriter ribbon cloth	Syd.	1.0
18	Print cloth, shirting type, 80 × 80 type, carded	Syd.	1.0
19	Print cloth, shirting type, other than 80 × 80 type, carded	Syd.	1.0
20	Shirting, Jacquard or dobby, carded	Syd.	1.0
21	Shirting, Jacquard or dobby, combed	Syd.	1.0
22	Twill and sateen, carded	Syd.	1.0
23	Twill and sateen, combed	Syd.	1.0
24	Woven fabric, n.e.s., yarn dyed, carded	Syd.	1.0
25	Woven fabric, n.e.s., yarn dyed, combed	Syd.	1.0
26	Woven fabric, other, carded	Syd.	1.0
27	Woven fabric, other, combed	Syd.	1.0
28	Pillowcases, carded	No.	1.084
29	Pillowcases, combed	No.	1.084
30	Dish towels	No.	.348
31	Other towels	No.	.348
32	Handkerchiefs, whether or not in the piece	Doz.	1.66
33	Table damask and manufactures	Lb.	3.17
34	Sheets, carded	No.	6.2
35	Sheets, combed	No.	6.2
36	Bedspreads and quilts	No.	6.9
37	Braided and woven elastics	Lb.	4.6